SEABOARD AIR LINE RAILROAD COMPANY

RETAINED INCOME—UNAPPROPRIATED

	1955	1956	1957	1958	1959	Eight Months Ended August 31, 1960
Balance at beginning of year	$ 85,262,826	$ 96,478,303	$105,955,153	$114,105,530	$118,723,326	$126,299,432
Credit balance transferred from income	20,110,284	18,651,247	17,182,273	15,131,997	17,032,672	9,613,652
Miscellaneous credits:						
Federal income tax credit referable to years 1956 and 1957 in respect of 30% depreciation reserve	—	—	—	1,200,000	—	—
Credits from sales or retirement of property	85,004	374,430	1,215,408	—	—	—
Excess over par value of stock sold to optionees	77,820	102,376	20,798	54,520	23,807	8,422
Differences between par value and cost of own securities purchased	21,628	24,441	47,411	—	—	—
Acquisition of ½ interest in properties of Wilmington Ry. Bridge Co.	—	—	144,860	—	—	—
Other	15,110	16,311	13,475	—	—	—
Federal income taxes assigned to retained income	—	—	—	61,931	—	—
Total	105,572,672	115,647,108	124,579,378	130,553,978	135,779,805	135,821,506
Appropriations released	(2,286,910)	(2,470,135)	(1,834,375)	(1,013,655)	(178,000)	(47,860)
Dividends	11,254,800	11,936,728	12,007,686	9,631,666	9,658,373	4,838,301
Miscellaneous Debits:						
Losses from sales or retirement of property	41,306	40,161	118,363	—	—	—
Write off advances to Wilmington Ry. Bridge Co.	—	—	150,809	—	—	—
Reserve for past service liability under Funded Pension Plan (MD&S)	—	179,620	—	—	—	—
Other	85,173	5,581	31,365	—	—	—
Elimination due to acquisition of properties of MD&S R.R. Co.	—	—	—	3,212,641	—	—
Total	9,094,369	9,691,955	10,473,848	11,830,652	9,480,373	4,788,441
Balance at end of period	$ 96,478,303	$105,955,153	$114,105,530	$118,723,326	$126,299,432	$131,133.085

( ) Denotes Credit.

ATLANTIC COAST LINE RAILROAD COMPANY

INCOME STATEMENT

	1955	1956	1957	1958	1959	Eight Months Ended August 31, 1960
I. OPERATING INCOME						
Railway Operating Income						
501 Railway operating revenues	$165,258,279	$174,039,573	$170,456,755	$156,617,500	$162,468,145	$111,842,782
531 Railway operating expenses	137,326,951	147,602,091	142,766,547	128,862,655	131,109,910	89,383,564
Net revenue from railway operations	27,931,328	26,437,482	27,690,208	27,754,845	31,358,235	22,459,218
532 Railway tax accruals	11,515,000	13,815,000	14,780,000	13,205,000	15,200,000	11,050,000
Railway operating income	16,416,328	12,622,482	12,910,208	14,549,845	16,158,235	11,409,218
Rent Income						
504 Rent from locomotives	144,020	139,304	180,694	312,779	212,842	141,645
505 Rent from passenger-train cars	3,127,034	3,155,744	3,103,429	2,535,990	2,442,857	1,752,562
507 Rent from work equipment	24,387	10,982	11,684	13,278	11,809	3,580
508 Joint facility rent income	857,959	883,686	967,679	927,811	906,262	487,679
Total rent income	4,153,400	4,189,716	4,263,486	3,789,858	3,573,770	2,385,466
Rents Payable						
536 Hire of freight cars-Debit balance	3,397,033	3,162,282	3,812,878	5,932,866	6,722,784	5,271,600
537 Rent for locomotives	57,571	47,273	50,377	115,268	120,309	89,364
538 Rent for passenger-train cars	2,708,745	2,781,866	2,675,832	2,270,858	2,289,968	1,618,094
540 Rent for work equipment	3,931	1,969	1,570	4,089	5,371	444
541 Joint facility rents	560,567	587,486	609,396	599,698	605,802	388,036
Total rents payable	6,727,847	6,580,876	7,150,053	8,922,779	9,744,234	7,367,538
Net rents-Debit	2,574,447	2,391,160	2,886,567	5,132,921	6,170,464	4,982,072
Net railway operating income	13,841,881	10,231,322	10,023,641	9,416,924	9,987,771	6,427,146
II. OTHER INCOME						
509 Income from lease of road and equipment	$ 1,372	$ 1,372	$ 1,338	$ 1,372	$ 1,372	$ 1,217
510 Miscellaneous rent income	375,967	390,517	444,919	452,471	488,931	343,068
511 Income from nonoperating property	346,488	501,167	319,335	296,175	315,900	196,712
512 Separately operated properties—Profit	2,473,952	3,939,170	2,997,964	2,580,080	2,583,480	1,140,609
513 Dividend income	4,299,412	4,361,098	4,380,926	4,413,438	4,415,947	2,991,380
514 Interest income	529,466	353,539	355,316	305,403	461,193	588,310
516 Income from sinking and other reserve funds	138,711	75,798	76,693	74,134	84,125	16,937
519 Miscellaneous income	17,766	34,658	19,301	863,073	1,251,814	541,527
Total other income	8,183,134	9,657,319	8,595,792	8,986,146	9,602,762	5,819,760
Total income	22,025,015	19,888,641	18,619,433	18,403,070	19,590,533	12,246,906
III. MISCELLANEOUS DEDUCTIONS FROM INCOME						
543 Miscellaneous rents	6,516	6,032	9,908	10,805	8,740	11,829
544 Miscellaneous tax accruals	145,747	121,609	128,411	129,262	134,194	19,945
551 Miscellaneous income charges	39,287	79,598	74,778	402,805	324,422	206,242
Total miscellaneous deductions	191,550	207,239	213,097	542,872	467,356	238,016
Income available for fixed charges	21,833,465	19,681,402	18,406,336	17,860,198	19,123,177	12,008,890
IV. FIXED CHARGES						
542 Rent for leased roads and equipment	249,455	249,629	249,629	249,168	248,567	165,156
546 Interest on funded debt:						
(a) Fixed interest not in default	7,109,052	6,936,186	7,225,706	7,076,233	6,744,139	4,711,540
547 Interest on unfunded debt	12,014	120	373	17	—	—
548 Amortization of discount on funded debt	31,644	32,244	36,079	33,752	31,900	—
Total fixed charges	7,402,165	7,218,179	7,511,787	7,359,170	7,024,606	4,876,696
Income after fixed charges	14,431,300	12,463,223	10,894,549	10,501,028	12,098,571	7,132,194
V. OTHER DEDUCTIONS						
546 Interest on funded debt						
(c) Contingent interest	5	—	—	—	—	—
Total other deductions	5	—	—	—	—	—
Net income after fixed charges and other deductions	14,431,295	12,463,223	10,894,549	10,501,028	12,098,571	7,132,194

IV. FIXED CHARGES						
542 Rent for leased roads and equipment	249,455	249,629	249,629	249,168	248,567	165,156
546 Interest on funded debt:						
(a) Fixed interest not in default	7,109,052	6,936,186	7,225,706	7,076,233	6,744,139	4,711,540
547 Interest on unfunded debt	12,014	120	373	17	—	—
548 Amortization of discount on funded debt	31,644	32,244	36,079	33,752	31,900	—
Total fixed charges	7,402,165	7,218,179	7,511,787	7,359,170	7,024,606	4,876,696
Income after fixed charges	14,431,300	12,463,223	10,894,549	10,501,028	12,098,571	7,132,194
V. OTHER DEDUCTIONS						
546 Interest on funded debt						
(c) Contingent interest	5	—	—	—	—	—
Total other deductions	5	—	—	—	—	—
Net income after fixed charges and other deductions	14,431,295	12,463,223	10,894,549	10,501,028	12,098,571	7,132,194
VI. DISPOSITION OF NET INCOME						
552 Income applied to sinking and other reserve funds	$ 1,753,589	$ 1,513,794	$ 1,358,039	$ —	$ —	$ —
Total appropriations of income	1,753,589	1,513,794	1,358,039	—	—	—
602 Balance of income transferred to Retained Income—Unappropriated	$ 12,677,706	$ 10,949,429	$ 9,536,510	$ 10,501,028	$ 12,098,571	$ 7,132,194

ATLANTIC COAST LINE RAILROAD COMPANY
RETAINED INCOME—UNAPPROPRIATED

	1955	1956	1957	1958	1959	Eight Months Ended August 31, 1960
Balance at beginning of year	$208,175,842	$216,857,342	$224,635,757	$230,172,036	$232,598,163	$238,686,610
Credit balance transferred from income	12,677,706	10,949,429	9,536,510	10,501,028	12,098,571	7,132,194
Miscellaneous credits:						
Credits from sales or retirement of property	113,884	160,443	261,901	—	—	—
Difference between par value and cost of own securities purchased	1,655	5,726	66,620	—	—	—
Est. Frt. Rev. earned in Dec. 1957 not accounted for	—	—	795,000	—	—	—
Elimination of Fire Ins. Fund Reserve—funds transferred to Treasurer	—	—	—	—	—	763,547
Transfer of Fire Insurance Fund earnings from Retained Income—Appropriated	—	—	—	—	—	331,727
Other	33,082	37,785	77,293	—	—	49,770
Federal income taxes assigned to retained income	—	—	—	—	382,393	983,157
Total	221,002,169	228,010,725	235,373,081	240,673,064	245,079,127	247,947,005
Losses on sales or retirement of property	531,788	38,220	82,083	—	735,371	1,191,417
Loss on sale of investment securities	—	—	—	—	—	1,220,446
Appropriations for sinking and other reserve funds	—	—	—	1,283,040	—	—
Miscellaneous debits:						
Est. liability for unsettled L&D claims at 12/31/57	—	—	875,000	—	—	—
Est. liability for unsettled equip. rents at 12/31/57	—	—	687,000	—	—	—
Transfer to "Capital Stock" in merger of C&WC Ry. Co.	—	—	—	—	504,126	—
Other	97,754	84,432	57,384	42,569	—	116,748
Appropriations released	(1,433,136)	(1,696,016)	(1,449,754)	(1,283,040)	(1,283,040)	—
Dividends:						
Paid on Coast Line stock	$ 4,948,332	$ 4,948,332	$ 4,948,332	$ 4,948,332	$ 6,217,660	$ 3,952,769
Paid in cash on C&WC stock	—	—	—	84,000	218,400	—
Stock dividend on C&WC stock (2½ shares for 1 share) declared April 17, 1958	—	—	—	3,000,000	—	—
Total	4,144,827	3,374,968	5,201,045	8,074,901	6,392,517	6,481,380
Balance at end of period	$216,857,342	$224,635,757	$230,172,036	$232,598,163	$283,686,610	$241,465,625

BLANK PAGE

Finance Docket No. 21215
Appendix "E"

PROSPECTIVE DIRECTORS

Directors Merged Company	Seaboard	Coast Line	ACL Company	Mercantile
George D. Aldrich		D		
Linton E. Allen		D		
Hyman L. Battle		D		
Kenneth E. Black		D		
Henry C. Breck	D-E			
Daniel L. Brown	D			
Thos. B. Butler (1)		D-E*	D-VP-E*	D-P
Paul F. Clark	D-E			
Alexander E. Duncan (2)		D	D	D
Armand G. Erpf	D-E			
W. Howard Frankland		D		
Bradley Gaylord		D		
Fred N. Harrison	D			
Robert Lassiter, Jr.	D*			
J. T. Lykes	D			
Geo. W. McCarty	D			
Wm. F. Morton	D-E			
Prime F. Osborn		D-VP		
W. T. Rice (2)		P-D-E	D	
Edward C. Roe	D			
Luford Scott (2)		D		
		[2]		
Henry O. Shaw	D-E			
John W. Smith	P-D-E			
Samuel H. Swint		D		
L. L. M. Wiggins (2)		D*(3)-E*	D-P	
H. C. Wright	D			

Symbols: D—Director E—Executive Committee
P—President VP—Vice President
*—Chairman

Notes: (1) Also director and executive committee chairman of Louisville & Nashville RR Co.
(2) Also director or officer of Louisville & Nashville RR Co.
(3) Retired effective April 1, 1961.

BLANK
PAGE

APPENDIX "F"

COAST LINE'S OUTSTANDING MORTGAGES

Mortgage descriptions	Dates of issue and maturity	Interest rate	Amount to assume as of 3/31/1960
Coast Line			
General Unified (1)			
series A bonds	6- 1-1914 6- 1-1964	4½ %	$133,167,000(*)
series B bonds	6- 1-1914 6- 1-1964	4%	72,000(#)
General Mortgage (2)			
series A bonds	3- 1-1950 3- 1-1980	4%	23,255,000
series B bonds	6-30-1952 6-30-1972	4¼ %	17,778,000
series C bonds	7- 1-1952 7- 1-1972	4¼ %	16,125,000
series D bonds	3- 1-1955 3- 1-1980	3⅝ %	12,751,000
series X bonds	8- 1-1952 8- 1-2002	5%	21,950,000(†)
C&WC Ry Co.			
First Cons'ldtd (3) series A bonds	1-1-14 1-1-64	5%	1,589,000
series B bonds	1-1-14 1-1-64	5%	2,779,151(ø)
series C bonds	1-1-14 1-1-64	4¼ %	3,195,000

Main and branch lines encumbered as of December 31, 1959

(1) 4,240 miles.

(2) 580 miles, also 4,240 miles subject to prior lien of General Unified Mortgage.

(3) 341 miles.

(*) Includes $100,416,000 bonds pledged under General Mortgage, and $575,000 deposited under terms of lease of Georgia Rail Road.

(#) Includes $32,000 bonds pledged under General Mortgage.

(†) Includes $9,665,000 bond pledged for bank loans, and $12,285,000 bonds held in Coast Line treasury.

(ø) Includes $2,779,151 bonds held in Coast Line treasury.

BLANK PAGE

Finance Docket No. 21215

Appendix "F"

COAST LINE'S CONTINGENT LIABILITIES

Parties principally and primarily liable.	Obligation and maturity date.	Amount of contingent liability.
Winston-Salem Southbound Ry.	First mtg. 4% bonds due 7-1-60	$ 5,000,000(*)
Richmond Terminal Ry Co.	First mtg. 3⅜% bonds due 9-1-65	2,552,000(*)
Carolina Clinch & Ohio Ry	First mtg. 4% bonds due 9-1-65	18,000,000(*)
Jacksonville Terminal Co.	First mtg. 3⅜% bonds due 12-1-77	3,764,000(*)
Clinchfield RR Co.	Equipment Trust Ctfs series C, 2⅜% due serially to 11-1-63	352,000(#)
Clinchfield RR Co.	Cond. sale agreements 2.75% to 4.45% final maturity 3-15-74	11,186,632(#)
Georgia RR	Cond. sale agreements 2.25% to 4.1% final maturity 5-1-73	2,447,826(#)
Atlanta & West Point RR	Cond. sale agreements 2.4% to 3.35% final maturity 3-1-71	892,367(#)
Norfolk & Portsm Belt L RR	Cond. sale agreement 3⅝% final maturity 6-1-71	92,799(ø)

(*) Joint and several guaranty of principal, interest, and sinking fund payments.

(#) Joint and several guaranty of principal and interest.

(ø) Several guaranty of ⅛ of principal and interest by each guarantor.

BLANK PAGE

APPENDIX "G"

MERCANTILE'S OWNERSHIP OF STOCK OF APPLICANTS — JULY 13, 1960

		Nature of Holdings				
		Sole Trustee	Co-Trustee	Guardian, Executor	Owner's Agent	Ben'fcl Owner
ACL company	(1)	336,293	13,081	2,053	38,942	4,725
	(2)	124	34	6	54	(s)
	(3)	47.7%	1.8%	0.3%	5.5%	0.7%
Coast Line	(1)	112,415	11,831	180	20,703	30(*)
	(2)	107	27	1	34	(s)
	(3)	4.3%	0.4%	—	0.8%	—
Seaboard	(1)	7,977	2,254	10,000	9,083	—
	(2)	35	11	1	26	
	(3)	0.2%	—	0.2%	0.2%	
Merged co.	(1)	167,606	19,054	10,256	38,481	90
	(2)	142	38	2	58	(s)
	(3)	1.9%	0.2%	0.1%	0.4%	—

NOTES:
(1) Number of shares
(2) Number of trust accounts
(3) Percentage ratio of total shares outstanding
(*) Coast Line's original preferred stock
(s) Self

BLANK
PAGE

Appendix "H"

Estimated Savings and Net Cash Requirements

Title of Study	Final Savings (Losses underlined)	Final Net Cash (Losses underlined)
Consolidation of stations and terminals	$ 4,485,990	$17,205,706
Elimination of duplicate lines	7,465,784	20,272,546
Consold'n of lines retained	5,126,236	1,869,457
Duplicate freight train service	1,413,986	—
Duplicate passenger train service	1,234,255	—
Consold'n of offices, departments, and divisions including off-line offices	10,266,559	—
Use of shorter or more economical routes	2,553,135	—
Solicitation of freight for longer hauls	4,910,396	—
Adverse routing of freight by shippers or competing lines	995,166	—
Increased costs under labor contracts		
A. Allowance payments	359,546	7,190,923
B. Equalization payments	1,200,000	—
Handling of less-carload freight	85,658	—
Pooling of equipment		
A. Freight train cars	816,197	—
B. Locomotives	736,937	1,461,643
C. Passenger train cars	314,026	96,315
D. Work Equipment	297,800	470,861
Consolidation of heavy repair facil'ts	2,228,665	922,842
Materials and supplies invent's	790,012	6,171,930
Property taxes	1,000,000	—
Fringe benefits to non-contract employees	302,000	—
Other revenues including rentals, etc.	136,300	—
Total gains or savings	$38,732,624	$ 1,284,367

Note: As of January 1, 1960, before Federal and State income taxes.

BLANK PAGE

Finance Docket No. 21215

Appendix "I"

ABANDONMENTS RECOMMENDED

Line or Portion	Mileage Affected (miles)	Revenues Lost ($)	Cash Required or Realized ($)	Annual Net Savings ($)
Bellwood-Ryan, Va.	12.37 (S)	—	674,945	13,085
Portsmouth-Suffolk, Va.	11.26 (S)	796	196,284	43,539
Suffolk, Va.-Ahoskie, N. C.	36.11 (C)	55,412	736,211	238,621
Franklin, Jct.-Franklin, Va.	18.21 (C)	—	332,469	57,294
Kelford-Tarboro, N. C.	26.81 (C)	1,739	823,440	151,866
Manchester-Jonesboro, N. C.	20.53 (C)	1,618	220,989	81,172
Acme-Navassa, N. C.	1.69 (C) 13.08 (S)	—	121,226	75,114
Hope Mills-Lumberton, N. C.	23.56 (C)	4,642	295,710	56,804
Rockingham, N. C. Bennettsville, S. C.	23.89 (C)	1,944	157,633	29,662
Wadesboro, N. C.-Cheraw, S. C.	21.27 (C)	5,932	443,673	156,964
Red Springs, N. C. McColl, S. C.	21.10 (C)	5,992	243,207	223,319
Florence-Hartsville, S. C.	9.17 (C) 18.76 (S)	245	251,341	120,363
Bishopville-Sumter, S. C.	20.16 (S)	1,658	159,796	54,827
Charleston, S. C. Bridge Jct., Ga.	86.18 (S)	37,430	3,506,223	896,771
McCormick-Calhound Falls, Ga.	20.23 (C)	2,249	431,483	100,170
Jesup-Folkston, Ga.	53.23 (C)	10,415	2,548,495	460,448

BLANK PAGE

Finance Docket No. 21215

Appendix "I"

ABANDONMENTS RECOMMENDED

Line or Portion	Mileage Affected (miles)	Revenues Lost ($)	Cash Required or Realized ($)	Annual Net Savings ($)
Abbeville-Fitzgerald, Ga.-	18.94 (S)	40,640	106,047	105,251
Lumpkin, Ga.-Montgomery, Ala.	96.42 (S)	91,557	2,039,568	518,160
Lake City Jct.-Lake City, Fla.	17.54 (C)	100	211,077	71,729
Climax, Ga.-Chattahoochee, Fla.	29.33 (C)	3,081	350,664	169,169
Starke-Buda, Fla.	26.82 (S)	—	386,687	114,772
High Springs-Burnett's Lake, Fla.	7.26 (C)	174	123,999	41,786
Newberry-Archer, Fla.	9.94 (C)	—	308,700	48,228
Rochelle-Hawthorne, Fla.	10.64 (C)	—	107,659	48,974
Proctor-Citra, Fla.	6.00 (C)	—	44,714	18,840
Archer-N. Inverness, Fla.	7.77 (C) 44.70 (S)	12,201	696,833	302,860
Weirsdale-Maricamp, Fla.	17.19 (C)	—	284,460	243,554
Leesburg-Fort Mason, Fla.	13.14 (C)	63	163,678	141,791
Okahumpa-Center Hill, Fla.	9.49 (C)	—	126,603	34,050
Webster-St. Catherine, Fla.	4.91 (C)	—	4,649	71,277
Mabel-Drexel, Fla.	41.71 (C)	372	887,021	393,141
Citrus Park-Tacony, Fla.	14.74 (S)	—	33,217	42,105

BLANK
PAGE

Finance Docket No. 21215

Appendix "I"

ABANDONMENTS RECOMMENDED

Line or Portion	Mileage Affected (miles)	Revenues Lost ($)	Cash Required or Realized ($)	Annual Net Savings ($)
Woods-Victor, Fla.	1.97 (S)	—	28,385	6,255
Owensboro-Zephyrhills, Fla.	12.95 (S)	—	253,651	124,875
Plant City-Uceta, Fla.	11.22 (C)	7,549	457,936	85,613
Henderson-Temple Ter. Jct., Fla.	3.97 (C) (*)	20	315,316	25,831
Parrish-Palmetto Jct., Fla.	9.48 (S)	—	146,001	101,716
Palmetto-Sarasota, Fla.	7.47 (C) 2.94 (S)	—	396,246	186,786
Ellsworth, Jct.-Oakland, Fla.	23.64 (S)	2,974	327,732	124,461
Waits Jct.-Clermont, Fla.	4.95 (S)	—	80,255	15,459
Oakland-Clarcona, Fla.	7.40 (C)	—	94,381	27,589
Apopka-Clarcona, Fla.	3.52 (C)	—	26,611	9,073
Orlando-Aloma, Fla.	4.53 (S)	—	74,026	42,182
Mountain Lake-Mammoth, Fla.	7.03 (C)	—	147,782	86,664
Avon Park-Sebring, Fla.	5.02 (C)	—	86,383	17,544
Brewster-Carr, Fla.	48.46 (S)	669	507,474	255,921
Pebble Phosphate Dist., Fla.	23.64 (C) 5.25 (S)	—	907,077	929,601

BLANK
PAGE

Finance Docket No. 21215

Appendix "I"

ABANDONMENTS RECOMMENDED

Line or Portion	Mileage Affected (miles)	Revenues Lost ($)	Cash Required or Realized ($)	Annual Net Savings ($)
Callahan-Baldwin, Fla.	19.23 (S)	—	,710,663	144,099
Clearwater St. Petersb'g, Fla.	—	—	—	55,350

(S) denotes line of Seaboard.

(C) denotes line of Coast Line.

(*) denotes switching track not included in mileage affected.
Underlining denotes net cash required in addition to value of recovered materials.

BLANK
PAGE

Finance Docket No. 21215

Appendix "J"

Mileage Over Proposed Freight Routes

Terminals (*) From		To	Proposed Route	Present Coast Line	Present Seaboard
Richmond	—	Savannah	496	500	517
		Jacksonville	630	644	653
		Miami	1,026	—	1,036
		Tampa	827	870	844
		Atlanta	583	870	579
		Birmingham	747	993	741
		Montgomery	903	906	852
Savannah	—	Jacksonville	134	144	136
		Miami	530	—	519
		Tampa	331	370	327
		Atlanta	336	370	590
		Birmingham	460	493	752
		Montgomery	407	406	335
Jacksonville	—	Miami	396	—	396
		Tampa	197	239	204
		Atlanta	350	351	726
		Birmingham	473	474	888
		Montgomery	378	387	405
		St. Petersb'g	232	245	257
Miami	—	Tampa	247	—	247
		Atlanta	746	—	1,109
		Birmingham	869	—	1,271
		Montgomery	716	—	769
Tampa	—	Atlanta	547	558	917
		Birmingham	670	681	1,079
		Montgomery	469	525	577

(*) Distances measured from the yards shown in parenthesis:

Richmond	(Acca Yard)
Atlanta	(Hills Park)
Birmingham	(Boyles Yard)
Tampa	(Uceta Yard)

BLANK PAGE

Finance Docket No. 21215

Appendix "K"

FLORIDA EAST COAST RAILWAY

Predominant Freight Traffic and Revenues

Commodity		1957	1958	1959	1960
Products of agriculture	—cars	35,535	27,417	30,742	29,431
	revenues	$5,321,399	$3,962,447	$4,402,046	$4,173,280
Other products of (1) agriculture	—cars	29,661	29,168	31,467	32,182
	revenues	407,454	371,138	376,392	410,794
Animals and products	—cars	5,842	5,643	6,549	5,673
	revenues	1,156,990	1,040,545	1,111,656	976,382
Products of mines—	cars	61,131	54,955	48,423	44,896
	revenues	4,111,315	3,622,852	3,353,346	2,943,745
Products of forests	—cars	14,714	11,557	11,271	10,738
	revenues	1,802,293	1,500,442	1,462,609	1,292,696
Manufactures and miscellaneous—	cars	83,122	79,158	72,313	66,587
	revenues	15,806,654	14,447,108	12,763,605	11,382,477
Less than carload—	tons	37,619	28,669	24,077	19,172
	revenues	1,095,943	921,164	809,048	645,464

(1) Mostly sugar cane from the eastern shore of Lake Okeechobee to Lake Harbor, thence via Coast Line under transit arrangements to sugar mill at Clewiston, about 8 miles north of Lake Harbor.

BLANK PAGE

Finance Docket No. 21215

Appendix "L"

STOCK EXCHANGE RATIO FACTORS

Physical Properties — December 31, 1959

Description	Combined Totals	Percent of Totals		Per-share Ratios	
		ACL	SAL	ACL	SAL
Main and branch lines miles operated	9,719.69	57.3	42.7	2.46	1.00
Freight cars owned and leased from others	58,246	51.3	48.7	1.93	1.00
Passenger cars used and leased to others	1,017	55.3	44.7	2.26	1.00
Locomotive units owned and used	1,119	53.0	47.0	2.06	1.00

Investment in Transportation Property Book Value — December 31, 1959

	ACL-C&WC	SAL-MD&S	Total	Percent of Totals	
	(In Thousands of Dollars)			ACL	SAL
Railway property used in transp. service	557,532	534,577	1,092,109	51.1	48.9
Return on average investment—1959	449,802	410,524	860,326	52.3	47.7
Net railway operating income before taxes	12,387	25,969	38,356	32.3	67.7
Percent return before taxes	2.75%	6.33%			

Capitalization — December 31, 1959

Long term debt:					
Bonds, debentures, and notes	113,860	42,304	156,164	72.9	27.1
Equpmt trust ctfs, and cond'tl sales	51,878	65,109	116,987	44.3	55.7
Total long term debt	165,738	107,413	273,151	60.7	39.3
Shareholders equity:					
Preferred stock	155	—	155		
Common stock	94,920	96,696	191,616		
Surplus, etc.	248,621	127,774	376,395		
Total equity	343,696	224,470	568,166	60.5	39.5
Debt plus equity	509,434	331,882	841,317	60.6	39.4
Sh'ldrs equity excluding "Property Acquisition Adjustments"	348,434	307,092	655,526	53.2	46.8

BLANK PAGE

Appendix "L"

Combined Net Assets — December 31, 1959

	Combined Totals ($000)	Percent of Totals ACL	Percent of Totals SAL	Per-share Ratios ACL	Per-share Ratios SAL
Net current assets	55,606	62.9	37.1	3.10	1.00
Properties (net)					
Road	529,428	56.3	43.7	2.36	1.00
Equipment	265,562	43.7	56.3	1.42	1.00
General	9,855	82.8	17.2	—	—
Acquisition and other adjustments	(93,846)				
Miscellaneous physical	14,237				
Total net properties	725,236	56.9	43.1	2.41	1.00
Funds, reserves, etc.	(2,255)				
Investments — Other carriers, etc.	81,655	87.5	12.5		
Total Net Assets	841,316	60.6	39.4	2.81	1.00

( )—denotes deductions

Railway Operating Revenues — Freight

(In Thousands of Dollars

	ACL	SAL	Total	% Contributed by ACL	% Contributed by SAL	Contribution Per Share ACL	Contribution Per Share SAL
1959	$135,653	$135,586	$271,239	50.0%	50.0%	1.83	1.00
1958	129,375	130,186	259,561	49.8	50.2		
1957	140,637	139,872	280,509	50.1	49.9		
1956	143,090	137,739	280,829	51.0	49.0		
1955	135,640	131,576	267,216	50.7	49.3		
1954	127,436	127,005	254,441	50.1	49.9		
1953	138,265	132,431	270,696	51.1	48.9		
1952	141,854	135,781	277,635	51.1	48.9		
1951	132,740	125,807	258,547	51.3	48.7		
1950	109,692	112,066	221,758	49.5	50.5		
Average							
3 yrs. 57-59	135,221	135,214	270,435	50.0	50.0	1.83	1.00
5 yrs. 55-59	136,879	134,992	271,870	50.3	49.7	1.85	1.00
10 yrs. 50-59	133,438	130,805	264,243	50.5	49.5	1.87	1.00

BLANK
PAGE

Appendix "L"

Passenger Revenues

	ACL	SAL	Total	% Contributed by ACL	% Contributed by SAL
	(In Thousands of Dollars)				
1959	$14,187	$12,829	$27,016	52.5%	47.5%
1958	15,094	12,763	27,857	54.2	45.8
1957	17,474	13,906	31,380	55.7	44.3
1956	17,369	13,650	31,019	56.0	44.0
1955	16,339	12,511	28,850	56.6	43.4
1954	17,450	11,990	29,440	59.3	40.7
1953	19,743	13,774	33,517	58.9	41.1
1952	21,347	15,219	36,566	58.4	41.6
1951	20,270	14,582	34,852	58.2	41.8
1950	16,557	14,027	30,584	54.1	45.9
Average					
3 yrs. 57-59	15,585	13,166	28,751	54.2	45.8
5 yrs. 55-59	16,093	13,132	29,224	55.1	44.9
10 yrs. 50-59	17,583	13,525	31,108	56.5	43.5

Total Revenues

	ACL	SAL	Total	% Contributed by ACL	% Contributed by SAL	Contribution Per Share ACL	Contribution Per Share SAL
1959	$162,468	$161,441	$323,909	50.2%	49.8%	1.84	1.00
1958	156,618	154,790	311,403	50.3	49.7		
1957	170,457	165,429	335,885	50.7	49.3		
1956	174,039	164,146	338,185	51.5	48.5		
1955	165,258	156,610	321,868	51.3	48.7		
1954	158,617	151,802	310,419	51.1	48.9		
1953	171,518	159,043	330,561	51.9	48.1		
1952	176,474	163,137	339,611	52.0	48.0		
1951	165,682	151,697	317,379	52.2	47.8		
1950	138,568	137,766	276,334	50.1	49.9		
Average							
3 yrs. 57-59	163,181	160,553	323,734	50.4	49.6	1.86	1.00
5 yrs. 55-59	165,768	160,483	326,251	50.8	49.2	1.89	1.00
10 yrs. 50-59	163,970	156,586	320,556	51.2	48.8	1.92	1.00

Expenses — Excluding Depreciation and Retirements

(In Thousands of Dollars)

	ACL	SAL	Total	% of Total ACL	% of Total SAL
1959	$121,105	$111,290	$232,395	52.1%	47.9%
1958	118,011	111,902	229,913	51.3	48.7
1957	132,195	114,315	246,510	53.6	46.4
1956	137,674	112,036	249,710	55.1	44.9
1955	127,318	103,733	231,051	55.1	44.9
1954	122,582	101,664	224,246	54.7	45.3
1953	137,631	105,689	243,320	56.6	43.4
1952	134,202	107,090	241,292	55.6	44.4
1951	125,914	105,200	231,114	54.5	45.5
1950	104,786	93,851	198,637	52.8	47.2
Average					
3 yrs. 57-59	123,770	112,502	236,272	52.4	47.6
5 yrs. 55-59	127,260	110,655	237,915	53.5	46.5
10 yrs. 50-59	126,142	106,677	232,819	54.2	45.8

BLANK
PAGE

Appendix "L"

Depreciation and Retirements
(In Thousands of Dollars)

	ACL	SAL	Total	% of Total ACL	% of Total SAL
1959	$ 10,005	$ 10,936	$ 20,941	47.8%	52.2%
1958	10,852	11,201	22,053	49.2	50.8
1957	10,572	10,067	20,639	51.2	48.8
1956	9,928	9,726	19,654	50.5	49.5
1955	10,009	9,048	19,057	52.5	47.5
1954	10,014	8,994	19,008	52.7	47.3
1953	9,512	8,753	18,265	52.1	47.9
1952	9,710	11,402	21,112	46.0	54.0
1951	7,394	7,399	14,793	50.0	50.0
1950	6,158	6,215	12,373	49.8	50.2
Average					
3 yrs. 57-59	10,476	10,735	21,211	49.4	50.6
5 yrs. 55-59	10,273	10,196	20,469	50.2	49.8
10 yrs. 50-59	9,415	9,374	18,789	50.1	49.9

Total Operating Expenses

	ACL	SAL	Total	% of Total ACL	% of Total SAL
1959	$131,110	$122,226	$253,336	51.8%	48.2%
1958	128,863	123,103	251,966	51.1	48.9
1957	142,767	124,382	267,149	53.4	46.6
1956	147,602	121,762	269,364	54.8	45.2
1955	137,327	112,781	250,108	54.9	45.1
1954	132,596	110,658	243,254	54.5	45.5
1953	147,143	114,442	261,585	56.3	43.7
1952	143,912	118,492	262,404	54.8	45.2
1951	133,308	112,599	245,907	54.2	45.8
1950	110,944	100,066	211,010	52.6	47.4
Average					
3 yrs. 57-59	134,246	123,237	257,483	52.1	47.9
5 yrs. 55-59	137,533	120,850	258,383	53.2	46.8
10 yrs. 50-59	135,557	116,051	251,608	53.9	46.1

BLANK PAGE

Appendix "L"

Operating Ratio

	Excl Depr. & Ret.		Incl. Depr. & Ret.	
	ACL	SAL	ACL	SAL
1959	74.54%	68.94%	80.70%	75.71%
1958	75.35	72.29	82.28	79.53
1957	77.55	69.10	83.76	75.19
1956	79.11	68.25	84.81	74.18
1955	77.04	66.24	83.10	72.01
1954	77.28	66.97	83.60	72.90
1953	80.24	66.45	85.79	71.96
1952	76.05	65.64	81.55	72.63
1951	76.00	69.35	80.46	74.23
1950	75.62	68.12	80.06	72.63
Average				
3 yrs. 57-59	75.85	70.07	82.27	76.76
5 yrs. 55-59	76.77	68.95	82.97	75.30
10 yrs. 50-59	76.93	68.13	82.67	74.11

Net Revenue from Railway Operations

(In Thousands of Dollars)

				% Contributed by		Share Ratio	
	ACL	SAL	Total	ACL	SAL	ACL	SAL
1959	$31,358	$39,215	$70,573	44.4%	55.6%	1.46	1.00
1958	27,755	31,687	59,442	46.7	53.3		
1957	27,690	41,047	68,737	40.3	59.7		
1956	26,438	42,384	68,822	38.4	61.6		
1955	27,931	43,829	71,760	38.9	61.1		
1954	26,020	41,144	67,164	38.7	61.3		
1953	24,375	44,601	68,976	35.3	64.7		
1952	32,563	44,645	77,208	42.2	57.8		
1951	32,374	39,098	71,472	45.3	54.7		
1950	27,624	37,700	65,324	42.3	57.7		
Average							
3 yrs. 57-59	28,934	37,316	66,250	43.7	56.3	1.42	1.00
5 yrs. 55-59	28,234	39,632	67,866	41.6	58.4	1.30	1.00
10 yrs. 50-59	28,413	40,535	68,948	41.2	58.8	1.28	1.00

Net Railway Operating Income Before Federal Income Taxes

				% Contributed by		Share Ratio	
	ACL	SAL	Total	ACL	SAL	ACL	SAL
1959	$12,387	$25,969	$38,356	32.3%	67.7%	0.87	1.00
1958	11,512	20,352	31,864	36.1	63.9		
1957	13,000	28,509	41,509	31.4	68.6		
1956	12,007	30,002	42,009	28.6	71.4		
1955	14,127	31,382	45,509	31.0	69.0		
1954	12,673	29,700	42,373	29.9	70.1		
1953	10,894	33,562	44,456	24.5	75.5		
1952	19,470	33,526	52,996	36.7	63.3		
1951	19,870	28,604	48,474	41.0	59.0		
1950	17,615	27,070	44,685	39.4	60.6		
Average							
3 yrs. 57-59	12,300	24,943	37,243	33.0	67.0	0.90	1.00
5 yrs. 55-59	12,605	27,243	39,848	31.6	68.4	0.84	1.00

BLANK
PAGE

Finance Docket No. 21215

Appendix "L"

Other Income

(In Thousands of Dollars)

ATLANTIC COAST LINE

	Dividends from L&N	Separately Operated Properties (50% Int.) Clinchfield R. R.	Georgia R. R.
1959	$4,117	$2,690	$ (107)
1958	4,117	2,474	106
1957	4,117	2,971	27
1956	4,117	3,639	300
1955	4,117	2,446	28
1954	4,117	1,878	60
1953	4,117	2,374	513
1952	3,705	3,496	505
1951	3,294	3,782	604
1950	2,898	2,994	660
Average			
3 yrs. 57-59	4,117	2,712	9
5 yrs. 55-59	4,117	2,844	71
10 yrs. 50-59	3,872	2,874	270

Other Income Excluding Above From ACL

	ACL	SAL	TOTAL
1959	$2,902	$2,420	$5,322
1958	2,289	2,304	4,593
1957	1,481	1,413	2,894
1956	1,601	1,219	2,820
1955	1,592	1,002	2,594
1954	1,832	1,191	3,023
1953	1,590	1,068	2,658
1952	1,411	979	2,390
1951	1,112	1,053	2,165
1950	1,328	1,171	2,499
Average			
3 yrs. 57-59	2,224	2,046	4,270
5 yrs. 55-59	1,973	1,671	3,644
10 yrs. 50-59	1,714	1,382	3,096

BLANK
PAGE

Finance Docket No. 21215

Appendix "L"

Income Available For Fixed Charges Before Federal Income Taxes

(In Thousands of Dollars)

				Percent Contrbd. by		Contribution Per. Share	
	ACL	SAL	TOTAL	ACL	SAL	ACL	SAL
1959	$21,523	$28,258	$49,781	43.2%	56.8%	1.39	1.00
1958	19,955	21,496	41,451	48.1	51.9		
1957	21,382	29,788	51,170	41.8	58.2		
1956	21,457	31,172	52,629	40.8	59.2		
1955	22,118	32,360	54,478	40.6	59.4		
1954	20,373	30,802	51,175	39.8	60.2		
1953	19,255	34,599	53,854	35.8	64.2		
1952	30,878	34,429	65,307	47.3	52.7		
1951	28,453	29,482	57,935	49.1	50.9		
1950	25,334	28,184	53,518	47.3	52.7		
Average							
3 yrs. 57-59	20,953	26,514	47,467	44.1	55.9	1.44	1.00
5 yrs. 55-59	21,286	28,615	49,901	42.7	57.3	1.36	1.00
10 yrs. 50-59	23,072	30,057	53,129	43.4	56.6	1.40	1.00

	Fixed Charges			Charges Times Earned		
	ACL	SAL	TOTAL	ACL	SAL	Combined
1959	$ 7,024	$ 4,335	$11,359	3.06	6.52	4.38
1958	7,360	4,478	11,838	2.71	4.80	3.50
1957	7,511	4,156	11,667	2.85	7.17	4.39
1956	7,219	4,006	11,225	2.97	7.78	4.69
1955	7,402	3,849	11,251	2.98	8.41	4.84
1954	7,296	3,929	11,225	2.79	7.84	4.56
1953	7,035	4,018	11,053	2.74	8.61	4.87
1952	6,729	*4,022	10,751	4.59	8.56	6.07
1951	5,794	*4,144	9,938	4.91	7.11	5.83
1950	5,029	*4,378	9,407	5.04	6.44	5.69
Average						
3 yrs. 57-59	7,298	4,323	11,621	2.87	6.13	4.09
5 yrs. 55-59	7,303	4,165	11,468	2.91	6.87	4.35
10 yrs. 50-59	6,840	4,132	10,972	3.37	7.28	4.84

*Includes contingent charges.

BLANK PAGE

Finance Docket No. 21215

Appendix "L"

Balance To Common Before Federal Income Taxes, Depreciation, Amortization, and Retirements (Cash Income)

				% Contributed by		Contribution Per Share	
	ACL	SAL	Total	ACL	SAL	ACL	SAL
1959	$24,495	$34,860	$59,355	41.3%	58.7%	1.29	1.00
1958	23,440	28,219	51,659	45.4	54.6		
1957	24,435	35,698	60,157	40.7	59.3		
1956	24,160	36,891	61,051	39.5	60.5		
1955	24,717	37,559	62,243	39.7	60.3		
1954	23,083	35,868	58,951	39.2	60.8		
1953	21,724	39,334	61,058	35.6	64.4		
1952	33,851	41,148	74,999	45.1	54.9		
1951	30,045	31,988	62,033	48.4	51.6		
1950	26,455	29,270	55,725	47.5	52.5		
Average							
3 yrs. 57-59	24,131	32,926	57,047	42.3	57.7	1.34	1.00
5 yrs. 55-59	24,248	34,645	58,893	41.2	58.8	1.28	1.00
10 yrs. 50-59	25,640	35,083	60,723	42.2	57.8	1.34	1.00

Federal Income Taxes
(In Thousands of Dollars)

	Federal Income Taxes, As Accrued			Reduction In Tax Accrual Because Of Accelerated Amortization		
	ACL	SAL	Total	ACL	SAL	Total
1959	$2,400	$ 6,891	$ 9,291	$ 171	$1,777	$ 1,948
1958	2,095	1,886	3,981	1,243	2,547	3,790
1957	2,976	6,937	9,913	1,649	3,599	5,248
1956	1,776	6,811	8,587	3,397	4,376	7,773
1955	285	6,697	6,982	4,940	5,791	10,731
1954	873	6,476	7,349	4,752	4,981	9,733
1953	(317)	9,368	9,051	3,865	4,311	8,176
1952	6,432	10,166	16,598	3,441	3,414	6,855
1951	8,993	9,077	18,070	1,384	1,910	3,294
1950	7,307	9,297	16,604	22	—	22
Average						
3 yrs. 57-59	2,490	5,238	7,728	1,021	2,641	3,662
5 yrs. 55-59	1,906	5,844	7,750	2,280	3,618	5,898
10 yrs. 50-59	3,282	7,361	10,643	2,486	3,271	5,757

BLANK PAGE

Appendix "L"

Federal Income Taxes As Accrued Were Reduced By Credits Applicable To Previous Years

	ACL	SAL
1959	$1,944	—
1958	980	360
1957	1,237	230
1956	1,000	700
1955	1,801	700
1954	35	763
1953	1,300	477
1952	—	505
1951	21	23
1950	—	—
Average		
3 yrs. 57-59	1,387	197
5 yrs. 55-59	1,392	398
10 yrs. 50-59	832	376

Common Stock Per-Share Data

	Mean *Market Price		Ratio	**Earned Per Share		Price Earnings Ratio at Mean	
	ACL	SAL	ACL-SAL	ACL	SAL	ACL	SAL
5-18-60	$49¼	$34¼	1.44 - 1				
1960 to 5-18	49	35¼	1.39 - 1				
1959	55⅛	36⅛	1.53 - 1	$4.74	$3.52	11.6x	10.3x
1958	40⅜	30⅜	1.33 - 1	4.04	3.11	9.9	9.8
1957	38⅜	33	1.16 - 1	4.20	3.85	9.1	8.6
1956	53⅝	38⅞	1.38 - 1	4.79	4.20	11.2	9.3
1955	50⅜	38⅝	1.30 - 1	5.60	4.53	9.0	8.5
1954	40¾	30½	1.34 - 1	4.75	4.26	8.6	7.2
1953	33¾	20½	1.65 - 1	4.87	4.45	6.9	4.6
1952	33½	18½	1.81 - 1	7.01	4.03	4.7	4.6
1951	24	11½	2.09 - 1	5.33	3.58	4.5	3.2
1950	18½	7	2.64 - 1	5.17	3.16	3.6	2.2

*Adjusted for splits

**As reported adjusted for splits

BLANK
PAGE

Finance Docket No. 21215

Appendix "L"

Recent Market Valuations

	Seaboard Coast Line Combined (In Thousands of Dollars)			Percent SAL	Percent ACL
1958					
First Quarter	$112,383	$ 80,838	$193,221	58.2%	41.8%
Second Quarter	118,850	83,376	202,226	58.8	41.2
Third Quarter(*)	162,892	110,376	273,268	59.6	40.4
Fourth Quarter	178,226	131,787	310,013	57.5	42.5
1959					
First Quarter	182,488	144,450	326,938	55.8	44.2
Second Quarter	190,473	157,275	347,748	54.8	45.2
Third Quarter	174,845	148,176	323,021	54.1	45.9
Fourth Quarter	164,117	142,101	306,218	53.6	46.4
1960					
January	167,791	147,825	315,616	53.2	46.8
February 1-24(#)	169,016	148,014	317,030	53.3	46.7
February 25-29	176,070	126,414	302,484	58.2	41.8
March	169,603	116,613	286,216	59.3	40.7
April	167,840	120,150	287,990	58.3	41.7

(*) Announcement made that merger negotiations being considered—September 29, 1958.

(#) Coast Line stock first sold following "spin-off" of Alico stock—February 25, 1960.

NOTE: Based on 4,898,950 shares of Seaboard stock, and 2,700,481 shares of Coast Line stock.

BLANK
PAGE

Finance Docket No. 21215

Appendix "M"

Recorded Items	Seaboard (In Thousands of Dollars)	Coast Line (In Thousands of Dollars)
Net income before amt'z'n credit	15,294	10,457
Less L&N dividends received in excess of $4 per share		533
Adjusted net income before amt'z'n cr.	15,294	9,924
Adjusted Net Working Capital		
Current assets reported Dec. 31, 1959	45,212	52,458
Current liabilities — Dec. 31, 1959	24,562	17,502
Net current assets per balance sheet	20,650	34,956
Adjustments:		
Deduct recorded casualty reserves	1,177	1,307
Deduct vacation accrual (ACL unrecorded)	4,123	5,118
Deduct Federal income tax refund claim for 30 percent depreciation 1956 and 1957	1,200	—
Total deductions	6,500	6,425
Add stock options payments receivable	2,095	2,771
Add insurance and other reserves	60	3,125
Add excess of certain SAL liabilities over same liabilities of ACL	2,014	—
Add funds deposited with mortgage trustee Dec. 31, 1959 being drawn in March 1960	1,639	
Total additions	5,808	5,896
Total net working capital—adjusted	19,958	34,427
Less pension liability	1,777	9,693
Less equipment lease adjustment		3,156
Less Government obligations (income included above in net income)	17,853	8,963
Plus new office bldg. at Jacksonville		3,280
Plus excess value of industrial lands		25,000
Adjusted total net working capital, etc.	328	40,895
Assumed return of 3 percent after Federal income taxes on adjusted net working capital plus excess of industrial lands	10	1,227
Adjusted net income before amt'z'n credit plus added return on adjusted net working capital and excess of industrial lands	15,304	11,151